

FISCAL IMPACT STATEMENT ON BILL NO. **S.102**

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TO: The Honorable William C. Mescher, Chairman, Senate Labor, Commerce and Industry
Committee
FROM: Office of State Budget, Budget and Control Board
ANALYSTS: Torina Wood, Allan Kincaid, Harry Bell
DATE: March 14, 2007 SBD: 2007159

AUTHOR: Senator Jackson PRIMARY CODE CITE: 41-10-35
SUBJECT: Minimum Wage

ESTIMATED FISCAL IMPACT ON GENERAL FUND EXPENDITURES:
A Cost to the General Fund (See Below)

ESTIMATED FISCAL IMPACT ON FEDERAL & OTHER FUND EXPENDITURES:
A Cost of Federal and/or Other Funds (See Below)

BILL SUMMARY:

Senate Bill 102 would provide that the minimum wage in the State is either six dollars and fifteen cents or the minimum wage set forth by the Fair Labor Standards Act, whichever is higher.

EXPLANATION OF IMPACT:

State Budget and Control Board (Board) – Statewide

According to information provided by the Office of Human Resources of the Board, there are approximately 627 full-time and temporary employees whose pay would be adjusted if this Bill were passed. It is estimated that the total cost would be \$1,042,266 with \$480,842 and \$561,424 representing the cost to the General Fund of the State and Federal and/or Other funds, respectively. These figures include amounts paid to patient employees at the Department of Mental Health.

LOCAL GOVERNMENT IMPACT:

Responses from local governments indicate enactment would have a minimal impact on expenditures. Two of the seven respondents estimated the impact at between \$2,000 and \$4,000 annually.

Approved by:



Don Addy
Assistant Director, Office of State Budget